


Government of the District of Columbia
Office of the Chief Financial Officer



Jeffrey S. DeWitt
Chief Financial Officer

MEMORANDUM

TO: The Honorable Phil Mendelson
Chairman, Council of the District of Columbia

FROM: Jeffrey S. DeWitt
Chief Financial Officer 

DATE: January 26, 2016

SUBJECT: Fiscal Impact Statement - "Higher Education Tax Exemption Act of 2016"

REFERENCE: Bill 21-488, Committee Print given to the Office of Revenue Analysis on January 21, 2016

Conclusion

Funds are not sufficient in the fiscal year 2016 through fiscal year 2019 budget and financial plan to implement the bill. The bill would reduce real property tax receipts by \$93,788 in fiscal year 2016 and \$398,267 through the four-year financial plan.

Background

The bill exempts from real property taxes any building belonging to a non-profit foundation organized exclusively for the benefit of a college or university, provided the building is for dormitory, classroom or related purposes and under a lease term of at least one year.

Financial Plan Impact

Funds are not sufficient in the fiscal year 2016 through fiscal year 2019 budget and financial plan to implement the bill. The bill would reduce real property tax receipts by \$93,788 in fiscal year 2016 and \$398,267 through the four-year financial plan.

The Honorable Phil Mendelson

FIS: "Higher Education Tax Exemption Act of 2016," Bill 21-488, Committee Print given to the Office of Revenue Analysis on January 21, 2016.

Fiscal Impact of Bill 21-488 Higher Education Tax Exemption Act of 2016 FY 2016 through FY 2019					
	FY 2016	FY 2017	FY 2018	FY 2019	TOTAL FY 2016 - FY 2019
Reduced Real Property Tax Revenue	\$93,788	\$97,539	\$101,441	\$105,499	\$398,267